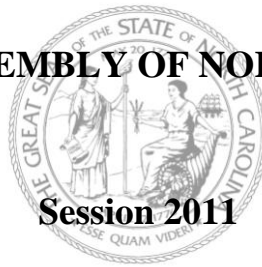


# GENERAL ASSEMBLY OF NORTH CAROLINA



## **FISCAL ANALYSIS MEMORANDUM**

[This confidential fiscal memorandum is a fiscal analysis of a draft bill, amendment, committee substitute, or conference committee report that has not been formally introduced or adopted on the chamber floor or in committee. **This is not an official fiscal note.** If upon introduction of the bill you determine that a formal fiscal note is needed, please make a fiscal note request to the Fiscal Research Division, and one will be provided under the rules of the House and the Senate.]

**DATE:** March 22, 2011

**TO:** Senate Finance Chairs

**FROM:** Kristin Walker  
Fiscal Research Division

**RE:** Repeal e-NC Sunset  
Senate Bill 91 (Second Edition)

### **FISCAL IMPACT**

**Yes (x)**

**No ( )**

**No Estimate Available ( )**

**FY 2011-12**

**FY 2012-13**

**FY 2013-14**

**FY 2014-15**

**FY 2015-16**

**REVENUES:**

**EXPENDITURES:** \*See assumptions & methodology. Impact up to \$442,035\*

**POSITIONS**  
**(cumulative):**

**PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED:** Commerce State-Aid

**EFFECTIVE DATE:** When the bill becomes law

### **BILL SUMMARY:**

SB 91 extends the sunset for the e-NC Authority from December 31, 2011 to June 30, 2015.

**ASSUMPTIONS AND METHODOLOGY:**

For FY 2011- 12, the e-NC Authority has a recurring General Fund appropriation through the Commerce State-Aid budget of \$442,035. If e-NC was eliminated as of December 31, 2011, then only half a year of funding would be required and no future funds would be needed. Thus, if e-NC sunset on December 31, 2011, there would be a savings to the State of \$221,017 in the first year and \$442,035 each year thereafter.

The extension of the sunset means that funds could still be appropriated to support the operations of e-NC through June 30, 2015, at which point funding could be eliminated. The amount of funding required by e-NC was originally established as \$500,000 annually for administration and operating. In recent years, that amount has been reduced to \$442,035 and could be subject to future reductions.

Thus, the impact of extending the e-NC Authority's sunset is variable depending on what level of funding the General Assembly determines is necessary. It would presumably be in the range of \$0 to \$442,035 annually.

**SOURCES OF DATA:**

**TECHNICAL CONSIDERATIONS:** None